

NEW APPLICATION



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AZ CORP COMMISSION

EMERGENCY RATE CASE

Arizona Corporation Commission

DOCKETED

SEP 28 2015

ARROYO WATER COMPANY, INC.

Mr. Michael Armstead
C/O Management Systems, LLC
211 W. Saddle Lane
Payson, Arizona 85541
Sept. 25, 2015

DOCKETED BY	
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COMMISSIONERS
SUSAN BITTER SMITH – Chairman
BOB STUMP
BOB BURNS
DOUG LITTLE
TOM FORESE



JODI JERICH
Executive Director

ARIZONA CORPORATION COMMISSION

**INFORMATION REGARDING
THE FILING OF AN
EMERGENCY RATE CASE**

General conditions necessary for application of interim, emergency rates:

1. Situation of sudden change which brings hardship to a Company.
2. Situation where Company is insolvent.
3. Situation where ability of Company to maintain service (pending a formal rate determination) is in serious doubt.

In support of the above, the inability of the Commission to grant permanent rate relief within a reasonable time would be grounds for granting interim relief. This would require that the Company demonstrate that the period needed to grant permanent relief would not be reasonable, given the emergency condition present.

Further, there is certain information that, at a minimum, would be required to be submitted in an application for emergency rate relief:

- a. A narrative cover sheet(s) devoted to the explanation of the emergency condition present in the company.
- b. A requested amount of dollars to be recovered in the emergency rate.
- c. An emergency rate charge to apply to customers.
- d. A method or mechanism to recover the requested amount of dollars.
- e. A detailed breakdown of the system repairs, if any, necessary to alleviate the emergency condition. To include information such as size, quantity, capacity and condition of all repair areas, and a listing for the cost of labor per repair item.
- f. A copy of an estimate of the cost of repairs.
- g. Original and 15 copies of all of the information.
- h. Delivery of the original and 15 copies to:

Arizona Corporation Commission
Docket Control
1200 W. Washington
Phoenix, AZ 85007

Arroyo Water Company Inc.
Mr. Michael Armstead
C/O Management Systems Inc.
211 W. Saddle Lane
Payson, AZ 85541

Emergency Rate Case

Arroyo Water Company is "insolvent" and is now in an emergency condition, due to insufficient revenue to operate at a compliance level.

The water distribution system needs multiple repairs from years without proper maintenance and operations. The water systems circulatory pressure is below minimum operation, currently below 20 PSI for the whole system.

The storage tank is under sized and leaking badly, currently inadequate at 10,000 gal storage tank that does not meet DEQ compliance, needs to have a 50,000 gal storage tank to meet current standards.

A second source of water needs to be developed with additional storage to meet DEQ compliance.

Additional emergency needs: meter replacements to water line extensions, hydraulic and mechanical issues that need electrical upgrades, electrical system is in need of repairs and these pose huge liability risks if left unrepaired.

The current revenue stream is unable to support taxes much less current repairs, and it's seriously doubted that the system can maintain operations without sustaining any break downs and/or failures.

Arroyo Water Company is failing with the current revenue stream and does not even cover minimum operating expenses, placing the company in an "insolvent" state because it cannot afford to do any maintenance or repairs needed to operate, or be at a compliant level.

Please consider this emergency rate as Arroyo Water Company is currently in an extreme situation.

Thank you,

Michael Armstead

Date: _____

Arroyo Water Company Inc.
Management Systems, Inc.
Mr. Michael Armstead

B) A requested amount of dollars to be recovered in the emergency rate.

Arroyo Water Company, Inc. is insolvent and is requesting an emergency amount of \$72,000.

Arroyo Water Company has immediate emergencies, due to leaks, multiple repairs needed, tanks, leaks, inadequate water storage, and insufficient pressure. Also, desperate need to implement at least 48 hours of water storage (113,000 gallons) to accommodate properly with emergency situations.

"Conservation rate schedule" with a \$26.00 minimum, see schedule below:

MONTHLY USAGE CHARGE

<u>METER SIZE (All Classes)</u>	<u>CHARGE</u>
5/8 x 3/4" Meter	\$ 26.00
3/4" Meter	30.00
1" Meter	34.50
1 1/2" Meter	51.50
2" Meter	90.50
3" Meter	129.50
4" Meter	207.50
6" Meter	00.00

COMMODITY CHARGE (per 1,000 gallons of water)

<u>METER SIZE</u>	<u>CHARGE</u>	<u>METER SIZE</u>	<u>CHARGE</u>
<u>5/8 x 3/4" & 3/4" Meter - Residential</u>		<u>2" Residential, Commercial & Industrial</u>	
From 1 to 3,000 gallons	\$2.22	From 1 to 43,000 gallons	\$3.56
From 3,001 to 9,000 gallons	3.56	Over 43,000 gallons	5.31
Over 9,000 gallons	5.31		
<u>5/8 x 3/4" & 3/4" Meter - Commercial & Industrial</u>		<u>3" Residential, Commercial & Industrial</u>	
From 1 to 9,000 gallons	\$3.56	From 1 to 66,000 gallons	\$3.56
Over 9,000 gallons	5.31	Over 66,000 gallons	5.31
<u>1" Residential, Commercial & Industrial</u>		<u>4" Residential, Commercial & Industrial</u>	
From 1 to 11,000 gallons	\$3.56	From 1 to 113,000 gallons	\$3.56
Over 11,000 gallons	5.31	Over 113,000 gallons	5.31
<u>1 1/2" Residential, Commercial & Industrial</u>		<u>6" Residential, Commercial & Industrial</u>	
From 1 to 20,000 gallons	\$3.56	From 1 to 500,000 gallons	\$3.56
Over 20,000 gallons	5.31	Over 500,000 gallons	5.31

Arroyo Water Company Inc.
Management Systems, Inc.
Mr. Michael Armstead

C) An emergency rate charge to apply to customers.

Arroyo Water Company is requesting an emergency rate increase that would produce a just and reasonable rate of return, if the rates are approved as stated below.

MONTHLY USAGE CHARGE

<u>METER SIZE (All Classes)</u>	<u>CHARGE</u>
5/8 x 3/4" Meter	\$ 26.00
3/4" Meter	30.00
1" Meter	34.50
1 1/2" Meter	51.50
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6" Meter	00.00

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Over 9,000 gallons	5.31	Over 66,000 gallons	5.31
<u>1" Residential, Commercial & Industrial</u>		<u>4" Residential, Commercial & Industrial</u>	
From 1 to 11,000 gallons	\$3.56	From 1 to 113,000 gallons	\$3.56
Over 11,000 gallons	5.31	Over 113,000 gallons	5.31
<u>1 1/2" Residential, Commercial & Industrial</u>		<u>6" Residential, Commercial & Industrial</u>	
From 1 to 20,000 gallons	\$3.56	From 1 to 500,000 gallons	\$3.56
Over 20,000 gallons	5.31	Over 500,000 gallons	5.31

Arroyo Water Company Inc.
Management Systems, Inc.
Mr. Michael Armstead

SERVICE CHARGES

<u>SERVICE</u>	<u>CHARGE</u>
Establishment	\$25.00
Reconnection (Delinquent)	20.00
After Hours Service Charge (a)	35.00
Meter Test (if correct)	25.00
Meter Re-Read (if correct)	25.00
Deposit	*
Deposit Interest (per year)	*
Re-establishment (within 12 months)	**
NSF Check	\$17.50
Deferred Payment (per month)	1.50%
Late Payment Penalty (per month)	1.50%
Moving Customer Meter (customer request)	***
(a) After Hours Service: After regular working hours, on Saturdays, Sundays or holidays if at the customer's request.	
*Per Commission Rule R14-2-403(B)(7).	
**Number of months off the system times the monthly minimum per Commission Rule A.A.C. R14-2-403(D).	
In addition to the collection of regular rates, the utility will collect from its customers a proportionate share of any privilege, sales, use, and franchise tax, per Commission Rule A.A.C. R14-2-409(D)(5).	

SERVICE AND METER INSTALLATION CHARGES

<u>METER SIZE</u>	<u>CHARGE</u>		
	<u>Line</u>	<u>Meter</u>	<u>Total</u>
5/8 x 3/4" Meter	\$ 415.00	\$ 105.00	\$ 520.00
3/4" Meter	415.00	205.00	620.00
1" Meter	465.00	265.00	730.00
1 1/2" Meter	520.00	475.00	995.00
2" Meter	800.00	995.00	1,795.00
3" Meter	1,015.00	1,620.00	2,635.00
4" Meter	1,430.00	2,570.00	4,000.00
6" Meter	2,150.00	4,925.00	7,075.00

Questions should be directed to Arroyo Water Company, Inc.
Mr. Michael Armstead, Management Systems, Inc.
211 W. Saddle Lane, Payson Az. 85541

Arroyo Water Company Inc.
Management Systems, Inc.
Mr. Michael Armstead

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- A method or mechanism to recover the requested amount of dollars.

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Over 20,000 gallons	5.31	Over 500,000 gallons	5.31

Arroyo Water Company Inc.
Management Systems, Inc.
Mr. Michael Armstead

E) Detailed breakdown of system repairs, if any, necessary to alleviate the emergency condition.

Arroyo Water Company needs to replace existing water storage, multiple interties, mainline to alleviate hydraulic loading and maintain adequate pressure, electric control replacement, labor amount is unknown, and the system is in such disarray, the amount of actual expenses and labor is not known or available at this time.

F) A copy of an estimate of the cost of repairs.

No estimate is available at this time.

ARIZONA CORPORATION
COMMISSION UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-042864
KACY PARKER
ARROYO WATER CO.
PO BOX 3077
PAYSON AZ 85547

ANNUAL REPORT
Water

FOR YEAR ENDING

| 12 | 31 | 2014 |

FOR COMMISSION USE

| ANN 04 | 13 |

COMPANY INFORMATION

Company Name (Business Name) Arroyo Water Company

Mailing Address P.O. Box 3077

(Street)

Payson

Arizona

85541

(City)

(State)

(Zip)

928-363-0032

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address _____

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

DRegulatory Contact:

D Management Contact: Michael Armstead / Kacy Parker

CEO

(Name)

(Title)

211 W. Saddle Lane

Payson

Arizona

85541

(Street)

(City)

(State)

(Zip)

928-363-0032

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

On Site Manager: Michael Armstead

(Name)

211 W. Saddle Lane

Payson

Arizona

85541

(Street)

(City)

(State)

(Zip)

928-363-0032

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

Statutory Agent: <u>Michael Armstead</u>			
(Name)			
<u>211 W. Saddle Lane</u>	<u>Payson</u>	<u>Arizona</u>	<u>85541</u>
(Street)	(City)	(State)	(Zip)
<u>928-363-0032</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney: <u>N/A</u>			
(Name)			
(Street) (City) (State) (Zip)			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address _____			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

<input type="checkbox"/> Sole Proprietor (S)	<input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op)
<input type="checkbox"/> Partnership (P)	<input type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input type="checkbox"/> Association/Co-op (A)
<input type="checkbox"/> Receivership (R)	<input type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input checked="" type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

COMPANY NAME

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (C less AD)
301	Organization	40,000	22,856.00	17,144.00
302	Franchises	0		
303	Land and Land Rights			
304	Structures and Improvements	5,000		5,000
307	Wells and Springs	75,000		75,000
311	Pumping Equipment	10,000		10,000
320	Water Treatment Equipment	0		0
320.1	Water Treatment Plants	N/A		N/A
320.2	Solution Chemical Feeders	N/A		N/A
330	Distribution Reservoirs and Standpipes	N/A		N/A
330.1	Storage Tanks	N/A		N/A
330.2	Pressure Tanks	N/A		N/A
331	Transmission and Distribution Mains	N/A		N/A
333	Services	N/A		N/A
334	Meters and Meter Installations	32,850		32,850
335	Hydrants	N/A		N/A
336	Backflow Prevention Devices	3,000		3,000
339	Other Plant and Misc. Equipment	1550.00		1550.00
340	Office Furniture and Equipment	1500.00		1500.00
340.1	Computers & Software	N/A		N/A
341	Transportation Equipment	42,000	11,610.00	42,000.00
343	Tools, Shop and Garage Equipment	8,000.00		8,000.00
344	Laboratory Equipment	N/A		N/A
345	Power Operated Equipment	N/A		N/A
346	Communication Equipment	N/A		N/A
347	Miscellaneous Equipment	N/A		N/A
348	Other Tangible Plant	N/A		N/A
	TOTALS	218,900.00	34,466.00	184,434.00

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	40,000.00		40,000.00
302	Franchises	0		
303	Land and Land Rights	0		
304	Structures and Improvements	5,000.00		5,000.00
307	Wells and Springs	7,500.00		7,500.00
311	Pumping Equipment	10,000.00		10,000.00
320	Water Treatment Equipment	0		0
321	Water Treatment Plants	N/A		N/A
322	Solution Chemical Feeders	N/A		N/A
330	Distribution Reservoirs and Standpipes	N/A		N/A
331	Storage Tanks	N/A		N/A
332	Pressure Tanks	N/A		N/A
333	Transmission and Distribution Mains	N/A		N/A
334	Services	N/A		N/A
335	Meters and Meter Installations	32,850.00		32,850.00
336	Hydrants	N/A		N/A
339	Backflow Prevention Devices	3,000.00		3,000.00
340	Other Plant and Misc. Equipment	1,550.00		1,550.00
340.1	Office Furniture and Equipment	1,500.00		1,500.00
341	Computers & Software	N/A		N/A
342	Transportation Equipment	3,600.00		3,600.00
343	Tools, Shop and Garage Equipment	8,000.00		8,000.00
344	Laboratory Equipment	N/A		N/A
345	Power Operated Equipment	N/A		N/A
346	Communication Equipment	N/A		N/A
347	Miscellaneous Equipment	0		0
348	Other Tangible Plant	0		0
	TOTALS	113,000.00		113,000.00
This amount goes on the Comparative Statement of Income and Expense Acct. N				

COMPANY NAME

Arroyo Water Company

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 2,601.00	\$ 1898.00
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	7465.00	1167.00
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 10,066.00	\$ 3,065.00
	FIXED ASSETS		
101	Utility Plant in Service	\$ 193,298.00	\$ 184,434.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	25,602.00	34,466.00
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 218,900.00	\$ 218,900.00
	TOTAL ASSETS	\$ 228,966.00	\$ 221,965.00

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME Arroyo Water Company

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	320.00	240.00
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 320.00	\$ 240.00
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 0	\$ 0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ 0	\$ 0
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax	\$ 0	\$ 0
	TOTAL DEFERRED CREDITS	\$ 0	\$ 0
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,000.00	\$ 1,000.00
211	Paid in Capital in Excess of Par Value	227,646.00	220,725.00
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)	\$ 228,646.00	\$ 221,725.00
	TOTAL CAPITAL	\$ 228,646.00	\$ 221,725.00
	TOTAL LIABILITIES AND CAPITAL	\$ 228,966.00	\$ 221,965.00

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 16,816.00	\$ 45,528.48
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 16,816.00	\$ 45,528.48
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 5,200.00	\$ 1,700.00
610	Purchased Water		
615	Purchased Power	4,921.00	5,402.62
618	Chemicals		100.00
620	Repairs and Maintenance	863.00	10,268.46
621	Office Supplies and Expense	2,807.00	920.00
630	Outside Services		4,746.00
635	Water Testing	600.00	3,600.00
641	Rents		15,000.00
650	Transportation Expenses	4,135.00	3,728.14
657	Insurance - General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	495.00	1,488.58
403	Depreciation Expense		
408	Taxes Other Than Income	645.00	2,947.42
408.11	Property Taxes		
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 19,666.00	\$ 52,317.87
	OPERATING INCOME/(LOSS)	\$ < 2,850.00 >	\$ < 6,789.39 >
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 0	\$ 0
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 0	\$ 0
	NET INCOME/(LOSS)	\$ < 2,850.00 >	\$ < 6,789.39 >

COMPANY NAME	Arroyo Water Company
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SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$	N/A
Meter Deposits Refunded During the Test Year	\$	N/A

COMPANY NAME	Arroyo Water Company
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-805-621	5 + 3	90	61'	19"		1996

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (!!!DID)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
3 5	1		
5	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
11,000	1	2,500	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Arroyo Water Company
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION {CONTINUED}

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	2,000.00
3	PVC	6,200.00
4		
5		
6		
8		
10		
12		

CUSTOMER MEASURES

Size (in inches)	Quantity
5/8 X %	120
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

N/A

STRUCTURES:

Fence surrounding wellsite - chain link

OTHER:

Operation company provides equipment and materials, such as, backhoe, trenchers, generators, etc..

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	Arroyo Water Company
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 20 3

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	102			
FEBRUARY	102	389,590.00		
MARCH	102	229,580.00		
APRIL	102	268,870.00		
MAY	102	509,770.00		
JUNE	102	677,770.00		
JULY	102	859,910.00		
AUGUST	102	1,146,870.00		
SEPTEMBER	102	873,570.00		
OCTOBER	102	941,220.00		
NOVEMBER	102	822,110.00		
DECEMBER	102	729,180.00		
TOTALS		8,752,790.00		

What is the level of arsenic for each well on your system? _____ mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? N/A GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
☐ Yes ☐ No N/A

Is the Water Utility located in an ADWR Active Management Area (AMA)?
☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
☐ Yes ☐ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME:	Arroyo Water Company
Name of System:	ADEQ Public Water System Number:

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS -----+			

OTHER (description):

COMPANY NAME Arroyo Water Company

YEAR ENDING 12/31/2013

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2013 was: \$ 0 +. --

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why: ----- 1 -----

VERIFICATION
AND
SWORN STATEMENT
Taxes

VERIFICATION

STATE OF _____

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	GILHA
NAME (OWNER OR OFFICIAL) TITLE	KAY J PARKER
COMPANY NAME	ARROYO WATER COMPANY

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO
THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2013

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS,
PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY
EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND
CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE
PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY
MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE,
INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT
AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND
PAID IN FULL.

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME,

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS _____ DAY OF

(SEAL)

COUNTY NAME	1
MONTH	.20

MY COMMISSION EXPIRES _____

SIGNATURE OF NOTARY PUBLIC

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

9-28-15
DATE

Kacy Parker
PRINTED NAME

owner
TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF 1
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Gila</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>KACY J. PARSON</u> <u>OWNER</u>
COMPANY NAME	<u>ARROYO WATER COMPANY</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING NOV 1

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND I DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2013 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 45,528.00

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 2,947.42
IN SALES TAXES BILLED, OR COLLECTED)

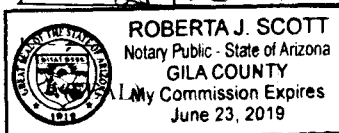
**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

[Signature]
SIGNATURE OF OWNER OR OFFICIAL
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF 28th DAY OF

THIS



MY COMMISSION EXPIRES June 23 2019

COUNTY NAME	<u>Gila</u>
MONTH	<u>September 1</u> <u>2015</u>
<u>[Signature]</u> SIGNATURE OF NOTARY PUBLIC	

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>GILA</u>
NAME (OWNER OR OFFICIAL)	<u>RACY J PARKER</u> TITLE <u>OWNER</u>
COMPANY NAME	<u>ARROYO WATER COMPANY</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING
MONTH 1 DAY 28 YEAR 2015

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND I DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OF UTILITIES RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2013 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 45,528.00

THE AMOUNT IN BOX AT LEFT
INCLUDES \$
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

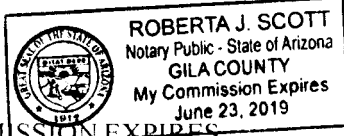
[Signature]
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 28th DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME	<u>Roberta J Scott</u>
COUNTY NAME	<u>Gila</u>
MONTH	<u>September 28, 2015</u>

[Signature]
SIGNATURE OF NOTARY PUBLIC